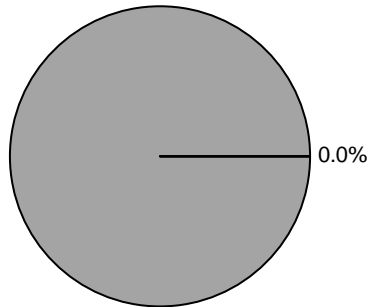


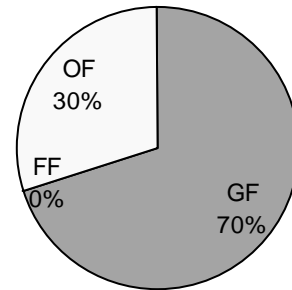
FY2007 Budget Briefing

School and Public Lands

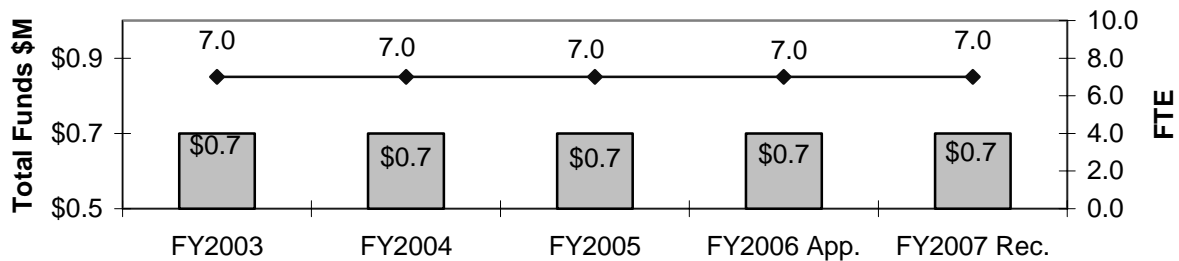
Agency's Share of Total
Budgeted State General Fund
FY2007



Agency's Funding Source Split
FY2007 Recommended



Budget History



Key Responsibilities

- To ensure efficient management of school and endowment lands and trust funds owned and administered by the State of South Dakota for the support and maintenance of the public schools and the various state institutions for which the lands had been granted;
- To lease the optimum acreage of land and maintain all leases on file;
- To maintain all land sale contracts;
- To maintain the mineral ownership records and provide for the leasing of mineral acres;
- To invest the money received from land sales and the leasing of surface and mineral lands at the highest possible rate of return; and
- To apportion the money to the various school districts and endowed institutions in South Dakota.

Key Personnel

- Bryce Healy, Commissioner of School and Public Lands
- Barry Jennings, Deputy Commissioner
- Marlette Fischbach, Office Manager

School and Public Lands

The budget for the Office of the Commissioner of School and Public Lands is funded by the state's general fund and revenue generated from pesticide taxes deposited in the Weed and Pest Control Fund. For FY2007, the Governor recommends an appropriation of \$524,350 from the State General fund, \$225,000 from other funds, and 7.0 FTEs.

Item	Actual FY2005	Approved FY2006	Agency Req. FY2007	Gov. Rec. FY2007	Change from FY2006	% Change from FY2006
Personal Services	386,215	395,314	395,314	408,416	13,102	3.3%
Travel	35,178	23,600	23,600	23,600	-	0.0%
Contractual Services	259,223	246,674	246,674	246,674	-	0.0%
Supplies and Materials	39,961	68,660	68,660	68,660	-	0.0%
Capital Outlay	1,465	2,000	2,000	2,000	-	0.0%
TOTAL	722,043	736,248	736,248	749,350	13,102	1.8%
Funding Sources:						
General Funds	497,078	511,248	511,248	524,350	13,102	2.6%
Federal Funds	-	-	-	-	-	0.0%
Other Funds	224,965	225,000	225,000	225,000	-	0.0%
TOTAL	722,043	736,248	736,248	749,350	13,102	1.8%
FTE	7.0	7.0	7.0	7.0	0.0	0.0%

The Governor's recommendation throughout this analysis also includes funding for Performance And Compensation Equity (PACE) movement of 2.5% for those employees who are paid under the job-worth of their pay range, a 3% across-the-board increase for all permanent employees, and an increase in the employer paid portion of the state health insurance plan. The recommended amounts for each segment of the compensation package are as follows:

	General Funds	Federal Funds	Other Funds	Total
2.5% PACE Movement	-	-	-	-
3% Across-the-Board	10,901	-	-	10,901
Health Insurance	2,201	-	-	2,201
Total	13,102	-	-	13,102

Major Expansions and Reductions

Budget Item	Agency Request			Governor's Recommendation		
	State General Fund	All Funds	FTE	State General Fund	All Funds	FTE
Personal Services	-	-	0.0	13,102	13,102	0.0
Total	0	-	0.0	13,102	13,102	0.0

- The Governor's recommended increase is the amount necessary for FY 2007 Salary Policy.

Revenues

Other Fund Revenue Sources

	<u>Actual</u> <u>FY2004</u>	<u>Actual</u> <u>FY2005</u>	<u>FY2006</u> <u>Estm.</u>	<u>FY2007</u> <u>Estm.</u>	<u>%Change</u> <u>over FY2004</u>
Land Contract Payments	\$61,575	\$21,456	\$20,000	\$20,000	-67.5%
Mineral Monies (Permanent Trust)	674,817	772,922	800,000	775,000	14.8%
Escheats & Interest on Escheated Investments	16,995	13,728	12,000	12,000	0.0%
Interest on Contract Pmts.	11,239	6,110	5,000	5,000	-55.5%
Surface Leasing	2,870,504	3,342,079	3,350,000	3,350,000	16.7%
Mineral Monies (School Distribution)	674,817	772,921	800,000	775,000	14.8%
Investment Income	9,972,309	12,057,609	12,000,000	12,000,000	20.3%
Service Fees, Copies, Assignment of Leases & Contracts	195,749	39,656	40,000	40,000	-79.6%
Total	\$14,478,005	\$17,026,481	\$17,027,000	\$16,977,000	17.3%

Selected Performance Indicators

	<u>Actual</u> <u>FY2004</u>	<u>Actual</u> <u>FY2005</u>	<u>Estimated</u> <u>FY2006</u>	<u>Estimated</u> <u>FY2007</u>
Apportion Common School Interest Fund and Income to School Districts	\$ 6,648,505	\$ 4,297,184	\$ 9,000,000	\$ 9,000,000
Apportion Endowed Income and Interest Fund to Ten Endowed Institutions	\$ 1,275,074	\$ 1,464,058	\$ 2,000,000	\$ 2,000,000
Manage and Maintain Surface Leases on 772,475 Acres	2,960	2,700	2,700	2,700
Grazing Land Holders/Acres Leased	1,450/784,000	1,400/772,475	1,400/772,475	1,400/772,475
Annual Daily Rental Oil and Gas	360	348	425	400
Held By Production, Oil and Gas Mining leases	77 1	77 2	77 1	77 1
Management of Land Sale Contracts	92	63	42	40
Patents (Deeds) Processed	29	75	70	70
Maintain List and Inventory of State	110	110	110	110
Conduct Inspection and Maintain Records	100	100	100	100
Dam Repair Schedule	5	2	5	5
Dam Inspections	30	30	30	30

Other Departmental Issues

A. Interim Appropriation Actions

No interim appropriation actions were taken.